



General Assembly

Substitute Bill No. 1388

January Session, 2001

AN ACT CONCERNING THE NEIGHBORHOOD ASSISTANCE ACT.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1 Section 1. Section 12-633 of the general statutes is repealed and the
2 following is substituted in lieu thereof:

3 The Commissioner of Revenue Services shall grant a credit against
4 any tax due under the provisions of chapter 207, 208, 209, 210, 211 or
5 212 in an amount not to exceed [forty] fifty per cent of the total cash
6 amount invested during the taxable year by the business firm in
7 programs operated or created pursuant to proposals approved
8 pursuant to section 12-632, provided a tax credit not to exceed [sixty]
9 seventy-five per cent may be allowed for investment in certain energy
10 conservation and employment and training projects as provided in
11 section 12-635.

12 Sec. 2. Section 12-634 of the general statutes is repealed and the
13 following is substituted in lieu thereof:

14 The Commissioner of Revenue Services shall grant a credit against
15 any tax due under the provisions of chapter 207, 208, 209, 210, 211 or
16 212 in an amount not to exceed [forty] fifty per cent of the total cash
17 amount invested during the taxable year by the business firm in
18 programs operated or created pursuant to proposals approved
19 pursuant to section 12-632 for planning, site preparation, construction,

20 renovation or acquisition of facilities for purposes of establishing a
 21 child day care facility to be used primarily by the children of such
 22 business firm's employees and equipment installed for such facility,
 23 including kitchen appliances, to the extent that such equipment or
 24 appliances are necessary in the use of such facility for purposes of
 25 child day care, provided: (1) Such facility is operated under the
 26 authority of a license issued by the Commissioner of Public Health in
 27 accordance with sections 19a-77 to 19a-87, inclusive, (2) such facility is
 28 operated without profit by such business firm related to any charges
 29 imposed for the use of such facility for purposes of child day care, and
 30 (3) the amount of tax credit allowed any business firm under the
 31 provisions of this section for any income year may not exceed fifty
 32 thousand dollars. If two or more business firms share in the cost of
 33 establishing such a facility for the children of their employees, each
 34 such taxpayer shall be allowed such credit in relation to the respective
 35 share, paid or incurred by such taxpayer, of the total expenditures for
 36 the facility in such income year. The commissioner shall not grant a
 37 credit pursuant to this section to any taxpayer claiming a credit for the
 38 same year pursuant to section 12-217x.

39 Sec. 3. Section 12-635 of the general statutes is repealed and the
 40 following is substituted in lieu thereof:

41 The Commissioner of Revenue Services shall grant a credit against
 42 any tax due under the provisions of chapter 207, 208, 209, 210, 211 or
 43 212 in an amount not to exceed [sixty] seventy-five per cent of the total
 44 cash amount invested during the taxable year by the business firm in
 45 programs operated or created pursuant to proposals approved
 46 pursuant to section 12-632 for energy conservation projects directed
 47 toward properties occupied by persons, at least seventy-five per cent
 48 of whom are at an income level not exceeding one hundred fifty per
 49 cent of the poverty level for the year next preceding the year during
 50 which such tax credit is to be granted, or at properties occupied by
 51 charitable corporations, foundations, trusts or other entities as
 52 determined under regulations adopted pursuant to this chapter; in
 53 employment and training programs directed at youth, at least seventy-

54 five per cent of whom are at an income level not exceeding one
55 hundred fifty per cent of the poverty level for the year next preceding
56 the year during which such tax credit is to be granted; in employment
57 and training programs directed at handicapped persons as determined
58 under regulations adopted pursuant to this chapter; in employment
59 and training programs for unemployed workers who are fifty years of
60 age or older; in education and employment training programs for
61 recipients in the temporary family assistance program; or in child care
62 services. Any other program which serves persons at least seventy-five
63 per cent of whom are at an income level not exceeding one hundred
64 fifty per cent of the poverty level for the year next preceding the year
65 during which such tax credit is to be granted and which meets the
66 standards for eligibility under this chapter shall be eligible for tax
67 credit under this section.

68 Sec. 4. Section 12-635a of the general statutes is repealed and the
69 following is substituted in lieu thereof:

70 The Commissioner of Revenue Services shall grant a credit against
71 any tax due under the provisions of chapter 207, 208, 209, 210, 211 or
72 212 in an amount not to exceed [forty] fifty per cent of the total cash
73 amount invested during the taxable year by the business firm in
74 community-based alcoholism prevention or treatment programs
75 operated or created pursuant to proposals approved pursuant to
76 section 12-632.

77 Sec. 5. (NEW) Any S corporation, as defined in section 12-216 of the
78 general statutes, which paid tax under chapter 208 of the general
79 statutes for income years prior to January 1, 2001, shall be eligible for
80 the credit available under sections 12-633, 12-634, 12-635 and 12-635a of
81 the general statutes, as amended by this act, for any investment made
82 under said sections after January 1, 2001, but prior to January 1, 2006,
83 and may carry back such credit against any such tax paid for any or all
84 of the five income years immediately preceding the calendar year of
85 such investment. The Commissioner of Revenue Services shall treat such
86 credit as an overpayment and shall pay the S corporation the amount of

87 such credit, without interest, to the extent of any such taxes paid by the S
88 corporation. Such credit may not exceed the total amount of taxes paid
89 under said chapter 208 for the five income years immediately preceding
90 the calendar year of such investment. All provisions of chapter 228a of
91 the general statutes including, but not limited to, the provisions which
92 limit the amount of credits and eligibility for credits, shall apply to an
93 S corporation seeking a credit under this section.

FIN *Joint Favorable Subst.*